SURFACE USE PLAN

Eva Blinebry B No. 1

Surface Location: 2310' FSL & 2310' FWL, Unit Letter K, Section 34, T23S, R37E

Ground Elevation: 3271'
Bottom Hole Location: Same
Lea County, New Mexico

The following is required information concerning the possible effect which the drilling of this well may have on the environment, existing road sites, and surrounding acreage. A copy will be posted on the derrick floor so all contractors and sub-contractors will be aware of all items of this plan.

1. Existing Roads

- A. The proposed well site is 2310' FSL & 2310' FWL, Unit Letter K, Section 34, T23S, R37E, Lea County, New Mexico.
- B. Attached is a Vicinity road and well map. Directions to the location are as follows: Go "South" out of Eunice on Hwy. 18, approximately 12 miles, to Mile Marker No. 19. Turn "Left" or "East" on gravel road for .6 miles, turn right or "Southeast" for .5 mile to windmill. Go "East" 1 mile to location.

2. Planned Access Roads

- A. No new access road will be required.
- B. No turnout will be required.
- C. No culverts will be required.
- D. No gates, cattle guards, or fences will be required.

3. Topographic Map and Well Location

A 7.5" quadrangle topo map of the area is included.

4. Additional right-of-ways

None.

5. Water Supply

Water (fresh & brine) will be trucked to location from Eunice or pumped from land owner's water well.

6. Source of Construction Materials

Caliche will come from a pit located in the local area.

7. The reserve pit shall be constructed entirely in cut material and lined with 6 mil plastic.

8. Methods of Handling Waste Disposal

Waste Disposal: Well cuttings will be disposed in reserve pit. Barrel trash containers to be in accessible locations within drill site area during drilling and completion procedures. All detrimental waste will be hauled away. See rig layout for location of pits. If well is productive, maintenance waste will be placed in special trash cans and hauled away periodically. Any produced water will be collected in tanks until hauled to an approved disposal system, or separate disposal applications will be submitted to survey for appropriate approval.